STATE RISK MANAGEMENT FUND
INVESTMENT PERFORMANCE REPORT AS OF JULY 31, 2003

	July-03				Current FYTD	Prior Year FY03	3 Years Ended 6/30/2003	5 Years Ended 6/30/2003
		Allocation		Month				
	Market Value	Actual	Policy	Net ROR	Net	Net	Net	Net
LARGE CAP DOMESTIC EQUITY								
Structured Growth								
AllianceBernstein	**43,572**	**2.4%**	**2.3%**	**3.53%**	**3.53%**	**-1.88%**	**-21.24%**	**-6.07%**
Russell 1000 Growth				*2.49%*	*2.49%*	*2.94%*	*-21.54%*	*-5.03%*
Structured Value								
LSV	**41,217**	**2.3%**	**2.3%**	**1.53%**	**1.53%**	**-2.25%**	**8.84%**	**3.73%**
Russell 1000 Value				*1.49%*	*1.49%*	*-1.02%*	*-0.19%*	*1.05%*
S&P 500 Index								
State Street	**198,499**	**11.0%**	**10.5%**	**1.77%**	**1.77%**	**0.23%**	**-11.28%**	**-1.69%**
S&P 500				*1.76%*	*1.76%*	*0.25%*	*-11.20%*	*-1.62%*
TOTAL LARGE CAP DOMESTIC EQUITY	***283,288***	***15.7%***	***15.0%***	***2.00%***	***2.00%***	***-0.48%***	**-9.33%**	**-1.90%**
S&P 500				*1.76%*	*1.76%*	*0.25%*	*-11.20%*	*-1.62%*
SMALL CAP DOMESTIC EQUITY								
Manager-of-Managers								
SEI	***99,812***	***5.5%***	***5.0%***	***6.11%***	***6.11%***	***0.09%***	**N/A**	**N/A**
Russell 2000 + 200bp				*6.43%*	*6.43%*	*0.36%*	*N/A*	*N/A*
TOTAL SMALL CAP DOMESTIC EQUITY	***99,812***	***5.5%***	***5.0%***	***6.11%***	***6.11%***	***0.09%***	**-3.49%**	**1.64%**
Russell 2000				*6.26%*	*6.26%*	*-1.63%*	*-3.30%*	*0.97%*
CONVERTIBLES								
TCW	**185,685**	**10.3%**	**10.0%**	**1.23%**	**1.23%**	**10.23%**	**-9.51%**	**3.90%**
First Boston Convertible Index				*0.45%*	*0.45%*	*15.46%*	*-3.77%*	*5.29%*
DOMESTIC FIXED INCOME								
Core Bond								
Western Asset	**434,163**	**24.1%**	**25.0%**	**-4.77%**	**-4.77%**	**12.77%**	**11.23%**	**8.12%**
Lehman Aggregate				*-3.36%*	*-3.36%*	*10.39%*	*10.07%*	*7.54%*
Index								
Bank of ND	240,957	13.4%	15.0%	-4.02%	-4.02%	13.26%	10.87%	7.78%
Bank of ND CD'S	-	0.0%	0.0%	N/A	0.30%	N/A	N/A	N/A
Total Index	**240,957**	**13.4%**	**15.0%**	**-4.02%**	**-3.72%**	**13.26%**	**10.87%**	**7.78%**
Lehman Gov/Credit				*-4.19%*	*-4.19%*	*13.14%*	*10.82%*	*7.83%*
BBB Average Quality								
Strong	**187,560**	**10.4%**	**10.0%**	**-4.61%**	**-4.61%**	**17.91%**	**N/A**	**N/A**
Lehman US Credit BAA				*-4.49%*	*-4.49%*	*18.33%*	*N/A*	*N/A*
TOTAL DOMESTIC FIXED INCOME	***862,679***	***47.9%***	***50.0%***	***-4.53%***	***-4.53%***	***13.18%***	***10.80%***	***7.81%***
Lehman Gov/Credit				*-4.19%*	*-4.19%*	*13.14%*	*10.82%*	*7.83%*
CASH EQUIVALENTS								
Bank of ND	***368,039***	***20.5%***	***20.0%***	***0.09%***	***0.09%***	***1.57%***	***3.26%***	***4.15%***
90 Day T-Bill				*0.07%*	*0.07%*	*1.52%*	*3.33%*	*4.08%*
TOTAL RISK MANAGEMENT FUND	**1,799,504**	**100.0%**	**100.0%**	**-1.50%**	**-1.50%**	**8.86%**	**2.05%**	**2.58%**
POLICY TARGET BENCHMARK				*-1.46%*	*-1.46%*	*8.72%*	3.08%	3.77%

NOTE: Monthly returns and market values are preliminary and subject to change.